

The Dallas/Fort Worth Driller

The Newsletter of The American Association of Drilling Engineers
Dallas/Fort Worth Chapter

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July
2006

The President Speaks

By Mark Prestridge

This month we are privileged to have Cloyce Talbott, CEO of Patterson-UTI Energy Inc. come and share his thoughts and insights on our industry. With prices staying up, the activity levels are demanding a pace that taxes the limits of most service providers to keep up with their old business, much less the new. Operators are stressed trying to obtain services such as drilling rigs or frac crews to meet lease obligations and production quotas. The challenges of balancing safety with cost effective operations while bringing in new workers and equipment into our industry are almost overwhelming. A famous Civil War general, Nathan B. Forrest, when asked about his winning strategy, was quoted as saying something like, "Get there first with the most!" But being first, as well as having the most, carries risk. Where is the right balance? Join us Wednesday, July 19th to get the perspective of one of the leaders of a genuine success story in our industry!

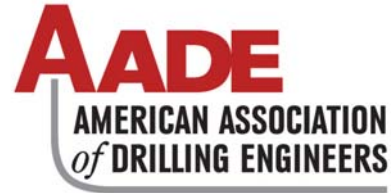
Making Reservations

New Reservations Policy – We are trying to phase out the call in system, and go to an email system. For reservations, email your reservation to: aadereservations@newtecheng.com.

When making your reservation by email, give the name/s and company of each attendee. Often times the voice messages are hard to understand. Going digital should help eliminate discrepancies in the spelling of names, and generally aid us in meeting preparation and record keeping. To use the call in number, dial 800-221-4826. When you get the main recording, push *, then 3778, then #...leave your name and company after the AADE announcement.

FYI...Historic Crude Prices, From US DOE

Year	Ave Nominal Price	Ave Annual Inflation Adjusted Price
1950	\$2.77	\$22.26
1960	\$2.91	\$19.38
1970	\$3.39	\$17.19
1980	\$37.42	\$89.48
1990	\$23.19	\$34.83
2000	\$27.39	\$31.29
July 13, 2006	\$76.70 actual daily price – WTI Spot	



2006-2007 DFW BOARD OF DIRECTORS

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NEWSLETTER

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<http://www.aade.org/>

IADC Rotary Rig Report

Rotary Rigs Actually Making Hole
As reported by Baker Hughes
For Week Ending July 7, 2006

Country	This Week	Last Week	Last Month	Last Year
USA	1659	1666	1661	1394
Canada	560	473	443	367

International Rotary Rigs Running
Monthly Avg. for May 2006

Region	Current Month	Change From Previous Month
Europe	86	5
Middle East	229	3
Africa	50	-6
Latin America	333	6
Asia Pacific	222	0

Upcoming Meetings & Events

July 19 – U.S. Rig Outlook
Cloyce A. Talbott, Patterson-UTI, President/CEO
(See page 6 for Biographical Profile)

Aug 17-18 – Sporting Clay Tournament @ Dallas Gun Club
(application in this newsletter)

Remember to check out www.aade.org for meeting information and anything AADE related.

MEMBERSHIP RENEWAL For 2006-2007

Renewal time is here! Now is the time to renew your AADE Chapter Membership for **2006-2007**. Feel free to renew during the monthly meeting or by completing the form included in this newsletter and mailing it in with your \$15.00 to the address on the registration form. Please contact June Allen if you have any questions concerning your membership. June can be reached at 817-366-4427 or by e-mail at: mjunebugg@comcast.net.

July Meeting

Date:	July 19, 2006	Speaker:	Cloyce Talbott, President & CEO Patterson-UTI Energy, Inc.
Time:	4:30PM 5:30pm Social Hour	Topic:	U.S. Rig Outlook
Place:	Las Colinas Country Club Irving, Texas	Cost:	\$25 with reservations \$30 without reservations

Where: Las Colinas Country Club – 4400 N. O'Connor Blvd, Irving, Texas. Las Colinas CC is between Highways 114 and 183, near the DFW Airport. Call them at (972) 541-1141 or visit their website at <http://www.lascalinascc.com/> for directions.

Dress Code – Business Casual



AMERICAN ASSOCIATION OF DRILLING ENGINEERS MEMBERSHIP APPLICATION

DATE: _____

Chapter Affiliation *(please check one of the following):*

Dallas/ Fort Worth	Houston	Lafayette	New Orleans	West Coast	Denver	Permian Basin	Mid- Continent
\$15.00	\$20.00	\$15.00	\$10.00	\$15.00	\$15.00	\$15.00	\$25.00

Last Name	First Name	MI ()
Company	Title	Business Phone ()
Address		Fax
City	St.	Zip Code
Business Type: <i>(Please circle one)</i> (10) Oil and Gas Producer (20) Engineering/Operations Consulting (30) Environmental (40) Equipment/Service Supply Company (50) Consumable Product/Service Supply Company (60) Drilling Contractor (70) Governmental or Regulatory Agency (80) Other		
Job Function: <i>(Please circle one)</i> (A) Management (B) Engineering (C) Operations (D) Technical Support/Service (E) Research and Development (F) Field Service/Technician (G) Training (H) Purchasing (I) Marketing/Sales (J) Other		MEMBERSHIP YEAR
AADE FORM No. 020(8/94) Rev. 11/2000		Member No.

Mail Form and Payment direct to appropriate Chapter(s).

CHAPTERS:		
NEW ORLEANS:	PO Box 51929	New Orleans LA 70151 - 1929
LAFAYETTE:	PO Box 80023	Lafayette LA 70598 - 0023
HOUSTON:	PO Box 877	Humble TX 77347 Dallas TX 75221 - 4322
DALLAS/FT. WORTH:	PO Box 214322	Bakersfield CA 93389
WEST COAST:	PO Box 9953	Denver CO 80202 - 4922
DENVER:	1600 Broadway - #2200	Midland TX - 79710
PERMIAN BASIN:	POBox 51038	Attn: Charles Kusiak, Secretary - c/o Newpark Drilling
MID-CONTINENT:	Fluids 5560 NW 72nd St	Oklahoma City OK 73132
AADE NATIONAL HEADQUARTERS: (Do not mail Dues Payment to this address) 2301 Belmont Place - Metairie LA 70001 - 1707 504/888-4177 FAX 504/561-6391 bfreeman@smith.com		

AADE Thirteenth Annual Sporting Clays Tournament

DALLAS GUN CLUB

August 17th & 18th, 2006

- Shirt Size (Circle)
L XL 2XL 3XL
1. Team Captain: _____
Company: _____
Address: _____
City/St/Zip: _____
E-mail: _____ Fax: _____

 2. Name: _____
Company: _____
Address: _____
City/St/Zip: _____
E-mail: _____ Fax: _____

 3. Name: _____
Company: _____
Address: _____
City/St/Zip: _____
E-mail: _____ Fax: _____

 4. Name: _____
Company: _____
Address: _____
City/St/Zip: _____
E-mail: _____ Fax: _____

 5. Name: _____
Company: _____
Address: _____
City/St/Zip: _____
E-mail: _____ Fax: _____

Please check shooting time preference (No Guarantees)
____ Morning ____ Afternoon ____ Midday ____ No Preference

TEAM ENTRY FEE: \$1250
SPONSORSHIP \$500

Entry Deadline: July 25, 2006

Make checks payable to: **D/FW AADE SC Tournament**

Mail to: Baker Hughes INTEQ
1333 Corporate Drive, Suite 300
Irving, TX 75038 Attn: Dede Terveen

Phone: 972-753-0111
Fax: 972-753-0247
E-mail: dedrick.terveen@inteq.com

Enrollment and Sponsorship

1. All participants must be current D/FW AADE members (\$15 annual dues), payment at registration accepted. It is important to complete the entire **entry** form for accurate mailing address and **SHIRT SIZE**.
2. Participation in this event will be limited to 65 registered 5-man teams. **Repeating Team Sponsors** will be able to register early until July 7, 2006 after which time open registration will begin. Enrollment will continue until July 25, 2006 or when 65 teams have registered. Designated "Team Captain" on the entry form will be responsible for the distribution of the follow-up letter detailing "rules and regulations" to his team.
3. **Pre-registration will be held between 12:00 Noon and 5:30 PM on Thursday, August 17 at the Dallas Gun Club. Door prizes will be given away on Thursday evening starting at 6:30 p.m. to encourage pre-registration.**
4. The Dallas Gun Club will be open to participants on Thursday, August 17 between the hours of 12:00 A.M. to 6:00 PM for practice rounds. The cost of the rounds will be at a discounted club rate.
5. Shooters unable to register on Thursday may sign up on Friday. Registration for the morning round will close at **7:30 A.M.** Registration for midday round will close at **9:30 A.M.** Afternoon registration will close at **Noon** and **NO LATER.**
6. A Calcutta auction will be conducted Thursday evening for those interested.
7. Food, drink, ditty bags, door prizes, and trophies are included in the entry fee. Door prizes will be given away following the afternoon rounds on Thursday and Friday, **you must be present to win.**

Sporting Clay Committee:

Gene McLeod – Petro Hunt
John Gault – Baker Hughes Inteq
Don Pearce – Cornerstone Engr.
Joe Segulja- Baker Atlas
Rodney Littleton – Pioneer Natural Res.
Heath Woodrum-Thomas Tool
Dan Lockwood - New Tech Engr.
Rene Hoover – Schlumberger

Donnie Bohmfalk – TIW
Dale Carr - BJ Services
DedeTerveen - Baker Hughes Inteq
Mike Biggs – Hunt Petroleum
Jonn Thompson – Halliburton
Rusty Werline – Devon Energy
Stanley Ferguson - Swaco
Jim Vernor - Consultant

Cloyce A. Talbott
Patterson-UTI Energy, Inc.

Cloyce A. Talbott has served as a Director of Patterson-UTI since its incorporation in 1978, as its Chief Executive Officer since 1983 and as its President since May 2006. Mr. Talbott co-founded Patterson-UTI, served as Vice President from 1978 to 1983, and served as Chairman of the Board from 1983 until May 2001. Mr. Talbott holds a Bachelor of Science degree in Petroleum Engineering from Texas Tech University, Lubbock, Texas.

